WAM CAPITAL LIMITED (WAM)
ABN 34 086 587 395
INVESTMENT UPDATE & NTA – NOVEMBER 2009

WAM Capital Limited (WAM) is an investment company whose mission is to provide superior returns to its investors over the medium to long term. WAM is managed by Wilson Asset Management (International) Pty Limited.

Since inception in August 1999 WAM has outperformed the overall sharemarket. WAM's portfolio (before all fees, costs, taxes and dividends) has increased by 547.20% compared to a 142.31% increase in the S&P/ASX All Ordinaries Accumulation Index.

- In November WAM's gross portfolio (before all fees, costs and taxes) increased by 0.57%, while the S&P/ASX All Ordinaries Accumulation Index increased by 1.94%.

- The gross portfolio has increased by 52.68% for the 12 months to 30 November 2009, while the S&P/ASX All Ordinaries Accumulation Index has increased by 34.50%.

NTA before tax	**160.48c**
NTA after tax and before tax on unrealised gains	**164.53c***
NTA after tax	**157.07c****

* Includes tax assets of 4.0 cents per share.
** This includes the net effect of 4.0 cents of tax assets and 7.5 cents of deferred tax liabilities.

MARKET OUTLOOK

The Australian share market resumed its upward trajectory during November with the S&P/ASX All Ordinaries Accumulation Index increasing 1.9 per cent for the month. This means the last 8 out of 9 months have been up in what has been an exceptional year for equities. November was characterised by a strong surge in resource stocks and a relatively weak performance by the industrial and banking sectors. The banking sector had become relatively expensive after a staggering rise from March and investors looked elsewhere to allocate funds. We believe the market will continue to move higher into the new calendar year, however stock selection will become increasingly important with the market leadership narrowing to a handful of sectors. As we move deeper into 2010 the picture becomes cloudier and we would suspect that equity prices may retreat as interest rates rise around the world. In the longer term we would anticipate that share prices will level out in 2011 or possibly 2012 before starting a much longer and sustainable recovery. History tells us that share markets take between 5 and 7 years before they reach a new high. If we believe November 2007 was a multi-year high this would mean late 2012 is the earliest we could anticipate hitting an all time high on the Australian market.

PERFORMANCE

Set out below is the performance of WAM Capital Limited since listing to 30 November 2009:

Annualised performance	**Gross Portfolio***	**S&P / ASX All Ords. Accumulation Index**	**Outperformance**
1 year	+52.7%	+34.5%	+18.2%
3 years	+6.1%	-0.6%	+6.7%
5 years	+12.1%	+8.1%	+4.0%
7 years	+15.8%	+11.1%	+4.7%
Since inception	+19.8%	+8.9%	+10.9%

*The change in the portfolio before all expenses, fees and taxes.

Set out below is the performance of WAM Capital Limited since listing to 30 November 2009:

	Gross Portfolio*	**S&P / ASX All Ords. Accumulation Index**	**Outperformance**
1999/2000	+33.3%	+11.3%	+22.0%
2000/2001	+30.2%	+8.9%	+21.3%
2001/2002	+32.7%	-4.5%	+37.2%
2002/2003	+12.3%	-1.1%	+13.4%
2003/2004	+27.3%	+22.4%	+4.9%
2004/2005	+13.9%	+24.8%	-10.9%
2005/2006	+27.4%	+24.2%	+3.2%
2006/2007	+44.1%	+30.3%	+13.8%
2007/2008	-23.0%	-12.1%	-10.9%
2008/2009	-3.0%	-22.2%	+19.2%
YTD 2009/2010	+28.1%	+21.6%	+6.5%

*The change in the portfolio before all expenses, fees and taxes.

PORTFOLIO STRUCTURE & STRATEGY

As at 30 November 2009, listed securities made up 74.8% of the portfolio, while fixed interest and cash made up the remaining 25.2%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, are well positioned in growth industries and have proven management. We continue to heavily research companies that meet this profile, with over 700 company visits during the last year.

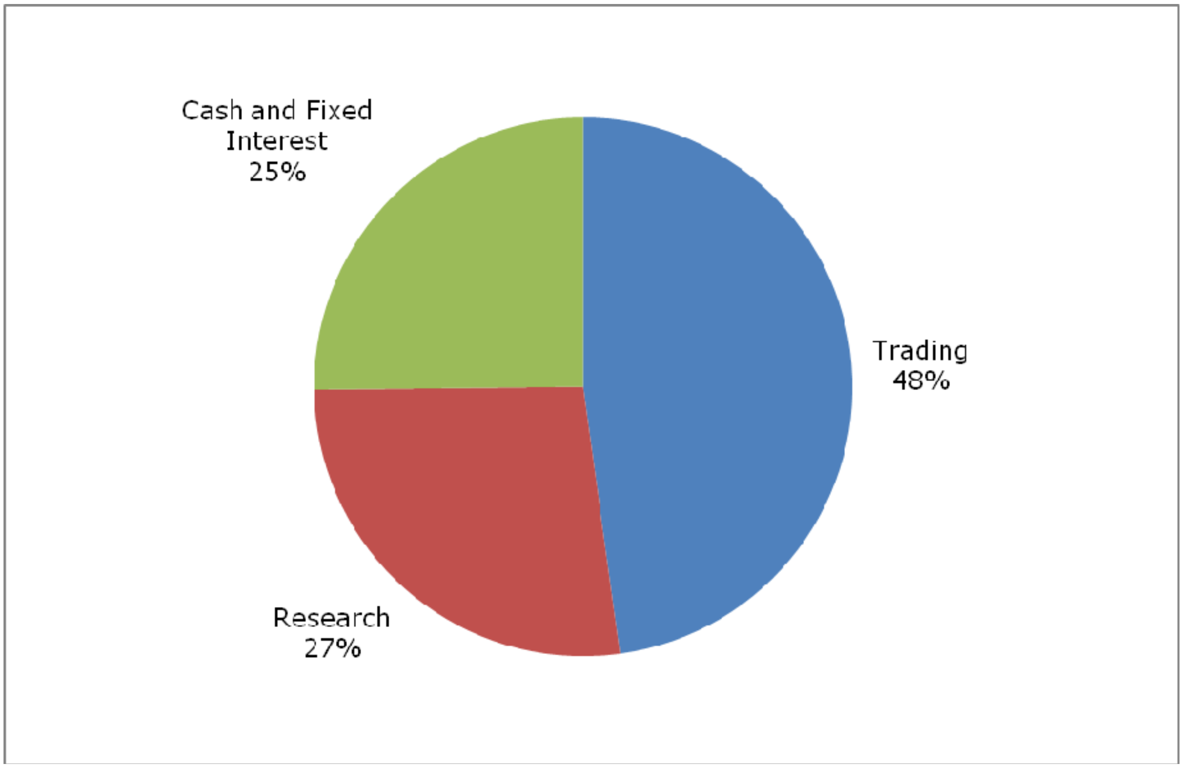
	As at 31 October 2009			As at 30 November 2009	
Investment Type	**$m**	**%**		**$m**	**%**
Listed Equities	117.64	69.93%		126.46	74.83%
Fixed Interest and Cash	50.59	30.07%		42.54	25.17%
Long Portfolio	**168.23**	**100.0%**		**169.00**	**100.0%**
Short Portfolio	**0.75**			**0.45**	
	No.			**No.**	
Total no. of ord shares on issue	103,367,063			103,367,063	

PORTFOLIO STRUCTURE & STRATEGY (CONTINUED)

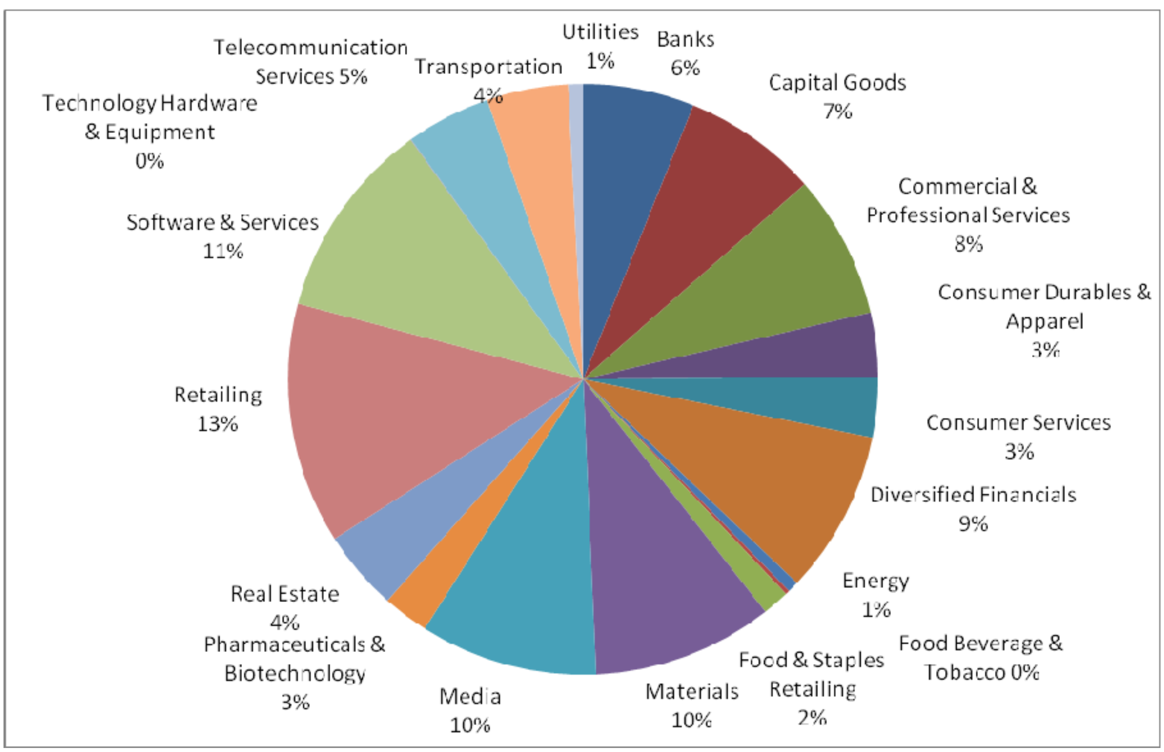
At 30 November 2009 the major securities held in the portfolio were:

CODE	COMPANY	MARKET VALUE $	MARKET VALUE as % of Long Portfolio	MARKET VALUE as % of Gross Assets
RKN	Reckon Limited	7,498,737	5.9%	4.5%
MCP	McPherson's Limited	3,810,946	3.0%	2.3%
ORL	OrotonGroup Limited	3,457,446	2.7%	2.1%
MMS	McMillan Shakespeare Limited	3,287,501	2.6%	2.0%
TLS	Telstra Corporation Limited	2,793,182	2.2%	1.7%
AHE	Automotive Holdings Group Limited	2,754,675	2.2%	1.6%
REA	REA Group Limited	2,687,272	2.1%	1.6%
TGA	Thorn Group Limited	2,467,965	2.0%	1.5%
FXL	Flexigroup Limited	2,299,495	1.8%	1.4%
MCU	Mitchell Communications Group Limited	2,289,228	1.8%	1.4%
PBP	Probiotec Limited	2,275,710	1.8%	1.4%
TOL	Toll Holdings Limited	2,077,215	1.6%	1.2%
SKE	Skilled Group Limited	2,049,838	1.6%	1.2%
MYS	Mystate Limited	1,933,462	1.5%	1.1%
ALS	Alesco Corporation Limited	1,888,920	1.5%	1.1%
NVT	Navitas Limited	1,857,948	1.5%	1.1%
RHG	RHG Limited	1,854,157	1.5%	1.1%
WES	Wesfarmers Limited	1,847,849	1.5%	1.1%
RCG	RCG Corporation Limited	1,831,448	1.5%	1.1%
COF	Coffey International Limited	1,820,909	1.4%	1.1%
VBA	Virgin Blue Holdings Limited	1,806,978	1.4%	1.1%
FBU	Fletcher Building Limited	1,752,648	1.4%	1.0%
NAB	National Australia Bank Limited	1,746,536	1.4%	1.0%
PBG	Pacific Brands Limited	1,714,770	1.4%	1.0%
JBH	JB Hi-Fi Limited	1,693,600	1.3%	1.0%
FLT	Flight Centre Limited	1,673,483	1.3%	1.0%
SOT	SP Telemedia Limited	1,672,447	1.3%	1.0%
POL	Polaris Metals NL	1,664,400	1.3%	1.0%
CIW	Clime Investment Limited	1,634,697	1.3%	1.0%
CUS	Customers Limited	1,604,987	1.3%	1.0%
WTP	Watpac Limited	1,580,040	1.3%	0.9%
WYL	Wattyl Limited	1,540,620	1.2%	0.9%
QAN	Qantas Airways Limited	1,518,400	1.2%	0.9%

PORTFOLIO STRUCTURE – GROSS ASSET ALLOCATION



LONG PORTFOLIO STRUCTURE - SECTOR ALLOCATION



PERFORMANCE TABLE

	Aug 99	**Sep 99**	**Oct 99**	**Nov 99**	**Dec 99**	**Jan 00**	**Feb 00**	**Mar 00**
Gross Portfolio *	+1.4%	+5.1%	+4.1%	+11.0%	+4.9%	-2.0%	+5.4%	+5.3%
All Ordinaries Accum.	-2.5%	-1.2%	+0.5%	+5.4%	+5.6%	-0.7%	+1.9%	+0.5%
	Apr 00	**May 00**	**Jun 00**	**Jul 00**	**Aug 00**	**Sep 00**	**Oct 00**	**Nov 00**
Gross Portfolio *	-5.7%	-2.9%	+3.6%	+2.9%	+5.2%	-0.7%	+2.5%	+1.9%
All Ordinaries Accum.	-1.5%	-1.3%	+7.7%	-1.3%	+1.7%	+0.2%	-1.1%	+1.1%
Gross Portfolio *	**Dec 00**	**Jan 01**	**Feb 01**	**Mar 01**	**Apr 01**	**May 01**	**Jun 01**	**July 01**
All Ordinaries Accum.	+0.1%	+1.7%	-0.2%	- 3.7%	+3.9%	+6.7%	+6.9%	-1.0%
	-2.0%	+4.4%	-0.2%	- 4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	**Sep 01**	**Oct 01**	**Nov 01**	**Dec 01**	**Jan 02**	**Feb 02**	**Mar 02**
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%	+3.1%	+4.9%
All Ordinaries Accum.	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%	-1.1%	+0.8%
	Apr 02	**May 02**	**Jun 02**	**Jul 02**	**Aug 02**	**Sep 02**	**Oct 02**	**Nov 02**
Gross Portfolio *	-0.4%	+0.7%	-2.2%	-3.0%	+3.9%	-1.1%	+1.1%	+1.6%
All Ordinaries Accum.	-1.8%	+0.9%	-4.4%	-4.1%	+1.8%	-4.1%	+2.6%	+1.5%
	Dec 02	**Jan 03**	**Feb 03**	**Mar 03**	**Apr 03**	**May 03**	**Jun 03**	**Jul 03**
Gross Portfolio *	+1.5%	+1.3%	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+3.6%
All Ordinaries Accum.	-1.5%	-1.3%	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+3.6%
	Aug 03	**Sept 03**	**Oct 03**	**Nov 03**	**Dec 03**	**Jan 04**	**Feb 04**	**Mar 04**
Gross Portfolio *	+5.2%	+3.7%	+5.4%	-0.7%	+3.6%	+2.5%	+2.7%	+0.1%
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	-2.1%	+3.7%	-0.7%	+3.1%	+2.0%
	Apr 04	**May 04**	**Jun 04**	**Jul 04**	**Aug 04**	**Sep 04**	**Oct 04**	**Nov 04**
Gross Portfolio *	-1.3%	-0.8%	+1.0%	+2.4%	+1.2%	+2.5%	+2.9%	+3.3%
All Ordinaries Accum.	-0.1%	+1.6%	+2.7%	+0.6%	+1.1%	+3.8%	+3.1%	+4.6%
	Dec 04	**Jan 05**	**Feb 05**	**Mar 05**	**Apr 05**	**May 05**	**Jun 05**	**Jul 05**
Gross Portfolio *	+0.7%	+2.7%	-0.2%	-0.8%	-4.2%	+0.0%	+2.8%	+2.2%
All Ordinaries Accum.	+3.0%	+1.3%	+1.8%	-0.7%	-3.8%	+3.4%	+4.5%	+2.8%
	Aug 05	**Sep 05**	**Oct 05**	**Nov 05**	**Dec 05**	**Jan 06**	**Feb 06**	**Mar 06**
Gross Portfolio *	+4.0%	+2.7%	+0.1%	+3.1%	+0.8%	+1.6%	+4.9%	+5.3%
All Ordinaries Accum.	+2.2%	+4.8%	-3.8%	+4.4%	+3.0%	+3.7%	+0.7%	+4.8%
	Apr 06	**May 06**	**Jun 06**	**Jul 06**	**Aug 06**	**Sep 06**	**Oct 06**	**Nov 06**
Gross Portfolio *	+2.1%	-2.3%	+0.5%	+0.4%	+3.4%	+2.4%	+4.7%	+3.6%
All Ordinaries Accum.	+2.4%	-4.3%	+1.9%	-1.5%	+3.2%	+1.3%	+4.8%	+2.5%
	Dec 06	**Jan 07**	**Feb 07**	**Mar 07**	**Apr 07**	**May 07**	**Jun 07**	**Jul 07**
Gross Portfolio *	+6.1%	+3.8%	+0.4%	+1.9%	+2.6%	+4.7%	+3.3%	+0.3%
All Ordinaries Accum.	+3.6%	+2.0%	+1.6%	+3.3%	+3.0%	+3.2%	-0.1%	-1.9%
	Aug 07	**Sep 07**	**Oct 07**	**Nov 07**	**Dec 07**	**Jan 08**	**Feb 08**	**Mar 08**
Gross Portfolio *	-4.2%	+1.7%	+3.1%	-4.8%	-1.1%	-9.5%	-1.3%	-5.3%
All Ordinaries Accum.	+1.7%	+5.8%	+3.1%	-2.4%	-2.4%	-11.2%	+0.3%	-4.1%
	Apr 08	**May 08**	**Jun 08**	**Jul 08**	**Aug 08**	**Sep 08**	**Oct 08**	**Nov 08**
Gross Portfolio *	+1.7%	+2.3%	-7.9%	-1.6%	+1.7%	-5.3%	-9.2%	-5.6%
All Ordinaries Accum.	+4.6%	+2.4%	-7.3%	-5.2%	+4.0%	-10.6%	-13.9%	-7.2%
	Dec 08	**Jan 09**	**Feb 09**	**Mar 09**	**Apr 09**	**May 09**	**Jun 09**	**Jul 09**
Gross Portfolio *	+3.1%	-1.5%	+1.1%	+2.6%	+5.2%	+3.6%	+4.1%	+8.2%
All Ordinaries Accum.	-0.1%	-4.9%	-4.3%	+8.1%	+6.1%	+2.2%	+3.9%	+7.7%
	Aug 09	**Sep 09**	**Oct 09**	**Nov 09**				**Since Inception**
Gross Portfolio *	+7.6%	+6.9%	+2.3%	+0.6%				+547.2%
All Ordinaries Accum.	+6.5%	+6.1%	-1.9%	+1.9%				+142.3%

*The change in the portfolio before all expenses, fees and taxes.

For further information please contact Mr Geoff Wilson or Mr Matthew Kidman on (02) 9247 6755